

**PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
2017-18 LEGISLATIVE SESSION
STATE AND FEDERAL PROGRAM UPDATE
STATUS AS OF OCTOBER 1, 2018**

Sponsored Bills

AB 2196 (Cooper) Chaptered: 8/20/2018

CalPERS Position: Sponsor

Discontinuing Installment Payments Into Retirement. Requires a member that elects to purchase or convert service credit on or after January 1, 2020, to pay any remaining balance by his or her retirement date, or elect to have his or her monthly allowance reduced by the actuarial equivalent of the unpaid balance, in lieu of making installment payments into retirement. The same payment choices will also apply to the survivor or beneficiary of a member who makes a service credit purchase or conversion in the future, and passes away prior to retirement. It also allows members, survivors, and beneficiaries with an existing election to purchase or convert service credit, the additional option to have his or her monthly allowance reduced by the actuarial equivalent of the unpaid balance at retirement.

Action Taken: Implementation

Location: 8/20/2018- Chaptered by Secretary of State, Chapter 168, Statutes of 2018

AB 2415 (Calderon) Chaptered: 9/29/2018

CalPERS Position: Sponsor

Appointment and Compensation Authority for a Chief Health Director and Chief Operating Officer. Adds a Chief Health Director and a Chief Operating Officer to the group of key executives for which the CalPERS Board of Administration has authority to set compensation, conditions of employment, and performance standards. It also limits salary increases for an incumbent that is selected to continue service in either of these positions, to an increase of ten percent in the first fiscal year, and five percent in any subsequent fiscal year.

Action Taken: Implementation

Location: 9/29/2018- Chaptered by Secretary of State, Chapter 916, Statutes of 2018

AB 3245 (Committee on Public Employees, Retirement, and Social Security)

Amended: 4/9/2018

CalPERS Position: Sponsor

CalPERS 2018 Omnibus Bill. Would have made minor policy and technical changes to the Public Employees' Retirement Law (PERL).

Action Taken: N/A

Location: 8/31/2018-Dead

SB 1022 (Pan) Chaptered: 9/23/2018

CalPERS Position: Sponsor

CalPERS Terminating Agency Process. Shortens the timeframe in which a contracting agency can voluntarily terminate its participation in the California Public Employees' Retirement System (CalPERS) and requires a terminating agency to notify past and present employees of its intention to terminate. It also clarifies confidentiality provisions of the Public Employees' Retirement Law (PERL) that relate to data provided by members, retired members, annuitants and the beneficiaries of each, and applies those provisions to the Public Employees Medical and Hospital Care Act administered by the Board.

Action Taken: Implementation

Location: 9/23/2018-Chaptered by Secretary of State, Chapter 732, Statutes of 2018

State Bills

AB 161 (Levine) Amended: 8/6/2018

CalPERS Position: N/A

Sponsor: Author

Investment Return Guarantees for CalPERS Investments in California Infrastructure Projects.

Would have authorized the Department of Finance to identify infrastructure projects in California for which the Department will guarantee a rate of return for investments made by CalPERS, subject to the availability of special fund moneys deposited into a newly established Reinvesting in California Special Fund.

*Action Taken: N/A**Location: 8/31/2018-Dead*

AB 315 (Wood) Chaptered: 9/29/2018

CalPERS Position: N/A

Sponsor: Author

Pharmacy Benefit Management. Among other things, requires Pharmacy Benefit Managers (PBMs) to register with the Department of Managed Health Care. For agreements between a PBM and a purchaser or pharmacy network provider entered into, issued, amended, renewed, or delivered on and after January 1, 2019, it requires a PBM to exercise good faith and fair dealing in the performance of its contractual duties to a purchaser and requires a PBM to notify purchasers in writing of any activity, policy, or practice that directly or indirectly presents a conflict of interest. It also requires a PBM to provide quarterly disclosure, upon request, to a purchaser subject to their agreement to keep any proprietary information confidential: 1) the aggregate wholesale acquisition cost from a drug manufacturer or labeler for each therapeutic category of drugs; 2) the aggregate amount of rebates received from drug manufacturers; 3) any administrative fees received from drug manufacturers; 4) whether the PBM has a contract, agreement, or other arrangement with a drug manufacturer to exclusively dispense or provide a drug to the purchaser's enrollees and the economic benefits received from that arrangement; 5) prescription drug utilization information for the purchaser's enrollees; 6) the aggregate of payments, or the equivalent economic benefit, made to pharmacies they own and those they do not own; and 7) the aggregate amount of fees imposed on or collected from network pharmacies. Furthermore, the bill requires consumer notification at point of sale if the retail price is lower than the applicable cost-sharing amount, creates a pilot program to assess the impact of contract provisions that prohibit the dispensing of certain amount of prescription drug by network pharmacy in Riverside and Sonoma counties, and establishes a task force to determine what information related to pharmaceutical costs are required to be reported.

*Action Taken: Implementation**Location: 9/29/2018-Chaptered by Secretary of State, Chapter 905, Statutes of 2018*

AB 587 (Chiu) Amended: 7/12/2017

CalPERS Position: N/A

Sponsor: Author

California Pharmaceutical Collaborative. Would have required the Department of General Services (DGS) to convene the California Pharmaceutical Collaborative (CPC), whose membership would be comprised of state agencies, legislative and stakeholder appointees, and CalPERS, Covered California, and University of California with agreements from their respective Boards. Among other things, it would have required the CPC to identify and implement best value treatment protocols and procurement practices, savings strategies such as adopting a common drug formulary under DGS control, and establishing a drug purchasing consortium for the Department of State Hospitals, Department of Corrections and Rehabilitation, Department of Developmental Services, and any other state or local governmental entity that elects to participate. It also would have authorized DGS to contract with a Pharmacy Benefits Manager to purchase drugs, negotiate discounts, and act as a consultant to DGS and the CPC. Finally, the bill would have required DGS, on or before July 1, 2018, and annually until 2022, to submit a report to the Legislature on the activities of the CPC.

*Action Taken: N/A**Location: 8/17/2018-Dead*

AB 595 (Wood) Chaptered: 9/7/2018

CalPERS Position: N/A

Sponsor: Health Access

Mergers and Acquisitions of Health Care Service Plans. Requires health plans seeking to merge or consolidate to provide notice and secure prior approval of the transaction or agreement from the Director of the Department of Managed Health Care (DMHC). It allows the Director to disapprove the transaction or agreement if it could substantially lessen competition in health plan products or create a monopoly in this state, and to give conditional approval to the transaction or agreement if the parties commit to fulfill one or more conditions that benefits subscribers and enrollees, provide for a stable health care delivery system, and other conditions specific to the transaction or agreement. For a major transaction or agreement that affects a significant number of enrollees, involves a material amount of assets, and adversely affects either the subscribers or enrollees or the stability of the health care delivery system, it requires DMHC to obtain an independent analysis, hold a public meeting, prepare a statement describing the proposed transaction or agreement and make it available to the public and the health plans to reimburse DMHC for the reasonable costs of the independent analysis, opinion, the public meeting, and the statement.

*Action Taken: Implementation**Location: 9/7/2018-Chaptered by Secretary of State, Chapter 292, Statutes of 2018*

AB 1597 (Nazarian) Vetoed: 10/1/2018

CalPERS Position: Oppose

Sponsor: Author

Divestment from Turkish Investment Vehicles. Among other things, would have required the California Public Employees' Retirement System (CalPERS) and the California State Teachers' Retirement System (CalSTRS) to divest from any investment vehicle in Turkey that is issued, owned, controlled, or managed by the government of Turkey, upon the passage of a federal law imposing sanctions on the government of Turkey for failure to acknowledge the Armenian Genocide, as specified.

Action Taken: N/A

Location: 9/30/2018-Vetoed

AB 1912 (Rodriguez) Chaptered: 9/29/2018

CalPERS Position: Support

Sponsor: SEIU

Retirement Contracting Requirements for Joint Powers Authorities (JPAs). Among other things, requires the member agencies of a Joint Powers Authority (JPA) that participates in a public retirement system to reach mutual agreement on the apportionment of JPA retirement obligations to the retirement system prior to the termination of its retirement contract, as specified. Removes existing authority of member agencies of a JPA to disclaim the retirement liability if it participates in a public retirement system. It also requires a retirement board to apportion those liabilities among the member agencies when they fail to reach agreement and authorizes the member agencies to challenge that determination through arbitration, as specified. Requires member agencies with a pension liability to California Public Employees' Retirement System (CalPERS) that is subject to an involuntary termination of its contract to provide a copy of an agreement signed by all of parties within 60 days of receiving notice from CalPERS of the involuntary termination that sets forth the apportionment of 100 percent of the JPAs retirement liability. It also extends CalPERS lien authority to member agencies of a JPA that terminates its contract and requires CalPERS to consider and exhaust all options and necessary actions prior to reducing retirement benefits paid to former employees of JPAs from the Terminated Agency Pool.

Action Taken: Implementation

Location: 9/29/2018-Chaptered by Secretary of State, Chapter 909, Statutes of 2018

AB 2310 (Aguiar-Curry) Chaptered: 8/28/2018

CalPERS Position: N/A

Sponsor: County of Napa

Contracting Agency Cost Sharing. Existing law allows CalPERS contracting agencies to share the costs of the employer contribution for retirement benefits with their employees by specifying the exact percentage of member compensation to be allocated to the employer contribution in a collective bargaining agreement (CBA) ratified by both parties and executed through a contract or contract amendment. This bill allows contracting agencies to also negotiate cost-sharing through a ratified memorandum of understanding (MOU) and executed through a contract or contract amendment. It also allows agencies that negotiate a cost-sharing methodology in a CBA or MOU, to notify CalPERS of the exact percentage of member compensation to be allocated to the employer contribution pursuant to that methodology, by providing a signed side letter ratified by the employee bargaining unit and the agency at least ninety days prior to the effective date of the change.

Action Taken: Implementation

Location: 8/28/2018-Chaptered by Secretary of State, Chapter 213, Statutes of 2018

AB 2342 (Burke) Vetoed: 9/27/2018

CalPERS Position: N/A

Sponsor: City of Los Angeles

Breast and Ovarian Cancer Susceptibility Screening. Would have required health care service plan contracts and health insurance policies issued, renewed, or amended on or after January 1, 2019 to be deemed to cover breast and ovarian cancer susceptibility screening as recommend by the United States Preventative Services Task Force.

Action Taken: N/A

Location: 9/27/2018-Vetoed

AB 2384 (Arambula) Vetoed: 9/23/2018

CalPERS Position: N/A

Sponsor: California Medical Association

Health Care Coverage: Medication-Assisted Treatment. Would have required, until January 1, 2024, a health care service plan and health insurer that cover prescription drugs to include, at a minimum, at least one form of each of the medication assisted treatment (MAT), relapse prevention, or overdose reversal prescriptions drugs that the Food and Drug Administration (FDA) approved for opioids use disorder (OUD). It would have prohibited MAT, relapse prevention, or overdose reversal prescriptions drugs from being subject to various drug utilization strategies and policies. It also would have specified that the bill only applies to an FDA-approved drug for use in MAT, relapse prevention, or overdose reversal for OUD that an enrollee or insured is being prescribed as of January 1, 2019, or, for a new enrollee or insured being prescribed at the time of enrollment.

Action Taken: N/A

Location: 9/23/2018-Vetoed

AB 2696 (Rodriguez) Chaptered: 9/26/2018

CalPERS Position: N/A

Sponsor: Author

Penalties for Out-of-Class Appointments. Increases penalties in existing law for temporary appointments of CalPERS school and contracting agency members to positions that are vacant during recruitment for a permanent appointee that exceed 960 hours per fiscal year. Specifically, it requires an employer that violates these provisions to pay the System three times the difference between the employee and employer contributions on compensation that would have been paid and reported to the System for the vacant position as provided by a publicly available pay schedule, and the contributions the employer reported for the member's temporary position for the entire period or periods the member serves in the out-of-class appointment.

Action Taken: Implementation

Location: 9/26/2018-Chaptered by Secretary of State, Chapter 767, Statutes of 2018

AB 2731 (Gipson) Amended: 5/25/2018

CalPERS Position: N/A

Co-Sponsors: United Teachers Los Angeles; Alliance of Californians for Community Empowerment; Hedge Clippers; Patriotic Millionaires; LA Alliance for a New Economy; Students Deserve

State Personal Income Taxation of an Investment Management Services Interest. Among other things, would have imposed an additional personal income tax of 17 percent for California-based natural persons, estates and trusts on income derived from an interest in a business, where the individual provides to the business, a substantial quantity of investment advisory, management, financing, or supporting services with respect to specified assets. These assets included securities, as defined in Internal Revenue Code (IRC) Section 475(c)(2) relating to security defined, real estate held for rental or investment, interest in partnerships, commodities; or as defined in IRC Section 475(e)(2) relating to commodity, or options or derivative contracts to any of these. It would have required that moneys derived from the imposition of the state tax be deposited in the newly established College, Career, and Community Ready Fund, to be apportioned by the State Department of Education to local educational agencies. It also would have required the Franchise Tax Board to notify the Legislature if federal tax law is amended to have an identical effect as the state tax described above, and requires the Legislature, upon Franchise Tax Board notification, to consider the disposition of the state tax provision. As an urgency measure, its provisions would have taken effect immediately.

Action Taken: N/A

Location: 8/31/2018-Dead

AB 2741 (Burke) Amended: 6/13/2018

CalPERS Position: N/A

Sponsor: Author

Prescription Drugs: Opioid Limitations: Minors. Would have limited opioid prescriptions for minors to a five-day supply, unless the prescription is for specified uses. It also would have required the prescriber to 1) assess whether the minor has taken or is currently taking prescription drugs for treatment of a substance use disorder, 2) discuss the risks of opioid addiction and overdose with the minor and his or her parent or guardian and 3) obtain a verbal consent from the minor's parent or guardian.

Action Taken: N/A

Location: 6/29/2018-Dead

ACA 15 (Brough) Introduced: 5/9/2017

CalPERS Position: N/A

Sponsor: Author

Protecting Schools and Keeping Pension Promises Act of 2018. Among other things, would have amended the State Constitution to prohibit a government employer from enhancing employee pension benefits, enrolling a new government employee in a defined benefit (DB) pension plan, or paying more than half of the total cost of retirement benefits unless approved by the voters of that jurisdiction. It also would have prohibited retirement boards from imposing termination fees or other financial conditions on a government employer attempting to close its DB plan to new members, unless approved by the voters or the sponsoring government employer.

Action Taken: N/A

Location: 8/31/2018-Dead

AJR 41 (Thurmond) Chaptered: 9/5/2018

CalPERS Position: N/A

Sponsor: Author

GPO/WEP Repeal. Requests the United States Congress to pass and the President to sign legislation to repeal the Government Pension Offset (GPO) and the Windfall Elimination Provision (WEP) from the Social Security Act, which impacts state and local government retirees that have earned pensions through employment not coordinated with Social Security.

Action Taken: Implementation

Location: 8/28/2018-Chaptered by Secretary of State, Chapter 197, Statutes of 2018

SB 199 (Hernandez) Amended: 3/30/2017

CalPERS Position: N/A

Sponsor: Author

The California Health Care Cost, Quality, and Equity Atlas. Would have required the Secretary of the California Health and Human Services Agency (CHHS) to convene an advisory committee composed of health care plans, insurers, providers, suppliers, and purchasers to review and make recommendations on the appropriate data sources, technology, governance, financing and priorities necessary to implement a health care cost, quality, and equity atlas, based on research performed by CCHS and contained in a report to the Legislature that is due by March 1, 2017.

Action Taken: N/A

Location: 8/17/2018-Dead

SB 459 (Portantino) Amended: 6/12/2018

CalPERS Position: N/A

Sponsor: CA State Treasurer John Chiang

Engagement and Divestment of Banned Weapons. Would have required the CalPERS Board of Administration (Board) to adopt an investment policy regarding companies that are retailers or wholesalers of weapons banned for possession or sale by the State of California on or before July 1, 2019. It also would have required the policy to specify a limited timeframe of engagement seeking the voluntary removal of these weapons from the stock of items sold by these companies; if the engagement is unsuccessful, it would have required the Board to approve proxy voting against any company that failed to remove banned weapons from its stock, and; if proxy voting is not successful, would have required the Board to take action to divest from the company and complete divestment by July 1, 2021.

Action Taken: N/A

Location: 6/29/2018-Dead

SB 538 (Monning) Amended: 6/11/2018

CalPERS Position: N/A

Sponsor: Author

Hospital Contracts. Among other things, would have prohibited contracts between a health plan or insurer and a hospital from: 1) setting payment rates or other terms and conditions for affiliates of the hospital outside the plan network; 2) requiring the health plan or insurer to contract with all affiliates of the hospital; 3) forcing a health plan or insurer enrollee to be bound by the terms of the contract between the hospital and the health plan or insurer; 4) mandating that a health plan or insurer submit to binding arbitration for antitrust claims; 5) requiring a health plan or insurer to impose the same copayment, coinsurance, and deductible at in-network hospitals but at a different cost sharing tier than other in-network hospitals; and 6) requiring a health plan or insurer to keep rates confidential from enrollees who are or will become liable for payments.

*Action Taken: N/A**Location: 6/29/2018-Dead*

SB 562 (Lara) Amended: 5/26/2017

CalPERS Position: N/A

Sponsor: California Nurses Association

The Healthy California Act. Among other things, would have created the Healthy California Program (Program) to provide comprehensive universal single-payer health care coverage for all California residents and administer a health care cost control system. It would have established a nine-member Healthy California Board (Board) to develop and administer the Program, as well as a public advisory committee. It would have required the Board to adopt regulations regarding contracting and establishing payment methodologies for covered health care services and care coordination provided to members, and required that all services, except for care coordination as defined, be paid for on a fee-for-service basis until the Board adopts another methodology. It also would have required the Board to seek waivers from the federal government to incorporate Medicare, Medi-Cal, and Covered California funds into the Healthy California Trust Fund (Fund), and prohibit the Program from becoming operative until the Secretary of California Health and Human Services provides notification that the Fund has the revenues to finance Program implementation costs.

*Action Taken: N/A**Location: 6/29/2018-Dead*

SB 656 (Moorlach) Vetoed: 10/1/2018

CalPERS Position: N/A

Sponsor: Alliance of California Judges

Judges' Retirement System II Deferred Retirement. Would have allowed a member of the Judges' Retirement System II age 60 years or older with a minimum of five years of service, or who accrues a minimum of twenty years of service, to leave the bench and to elect to receive a monthly defined benefit allowance upon attaining the existing age and service requirements of age 65 with at least 20 years of service, or age 70 with at least five years of service.

*Action Taken: N/A**Location: 9/30/2018-Vetoed*

SB 783 (Pan) Amended: 6/14/2018

CalPERS Position: Oppose

Sponsor: Author

Pension Divestment Review Program. Would have requested the University of California establish the Pension Divestment Review Program (Program) pursuant to its provisions, to produce specified written analysis and relevant data on any divestment-related legislation that impacts the California Public Employees Retirement System (CalPERS) and the California State Teachers Retirement System (CalSTRS). It would have required the Program to produce its analysis within 60 days of a request by the President pro Tempore of the Senate, Speaker of the Assembly, chairperson of the Senate Committee on Public Employment and Retirement, or chairperson of the Assembly Committee on Public Employment, Retirement and Social Security. It would have made findings and declarations that, among other things, the Legislature should take into account CalPERS and CalSTRS funding levels when considering divestment proposals. In addition, it expressed Legislative intent that divestment proposals should only be considered under specified conditions. It also would have appropriated \$2 million from the General Fund for Fiscal Year 2018-19 to support the Program, into a newly established Divestment Proposal Research Fund.

*Action Taken: N/A**Location: 8/31/2018-Dead*

SB 826 (Jackson) Chaptered: 10/1/2018

CalPERS Position: N/A

Sponsor: National Association of Women Business Owners - California

Gender Diversity on Corporate Boards. Among other things, requires publicly held corporations whose principal executive offices are located in California, to have at least one female director on its board of directors by the end of the 2019 calendar year, and to have at least two female directors on boards with five directors, or three female directors on boards with six or more directors by the end of the 2021 calendar year. It also requires the Secretary of State (SOS) to post a report on its website documenting the number of publicly held corporations whose principal executive offices are located in California and who have at least one female director by July 1, 2019, and thereafter post an annual compliance report, as specified. The bill also permits the SOS to impose fines for the first violation of its provision in the amount of \$100,000 and \$300,00 for a second or subsequent violation.

*Action Taken: Implementation**Location: 9/30/2018-Chaptered by Secretary of State, Chapter 954, Statutes of 2018*

SB 866 (Committee on Budget and Fiscal Review)

Chaptered: 6/27/2018

CalPERS Position: N/A

Sponsor: Author

Employment Budget Trailer Bill. Among other things, allows the Director of the California Department of Human Resources (CalHR) to establish the total employee contribution toward prefunding state retiree health care coverage under the CalPERS Annuitant's Health Care Coverage Fund, for state employees who are not represented by a bargaining unit and executive branch officers and employees who are not a member of the civil service, with the goal of reaching a 50-percent cost sharing of actuarially determined normal costs by July 1, 2020 and requires matching state contributions. It also requires CalPERS to provide retiree names and addresses to CalHR for the purposes of notifying those retirees of their eligibility for enrollment into specified benefit programs offered by CalHR. The bill specifies any information provided to CalHR must be treated as confidential by the department.

*Action Taken: Implementation**Location: 6/27/2018-Chaptered by Secretary of State, Chapter 53, Statutes of 2018*

SB 873 (Committee on Budget and Fiscal Review)

Chaptered: 9/17/2018

CalPERS Position: N/A

Sponsor: Author

State Public Employment: Memoranda of Understanding. Ratifies the memoranda of understanding for Bargaining Units (BU) 9 (Professional Engineers) and 10 (Professional Scientists). For BU 9, if the conditions specified by the bill are met, adjusts the normal rate of contribution to 50 percent of the normal cost rate rounded to the nearest one-quarter of one percent, not to increase by more than one-half percent for state miscellaneous, industrial, and safety members of BU 9. After June 30, 2020, the normal rate of contribution shall return to the normal contribution rate established by existing law. For BU 10, if the conditions specified by the bill are met, adjusts the normal rate of contribution to 50 percent of the normal cost rate rounded to the nearest one-quarter of one percent, not to increase or decrease by more than one percent for state miscellaneous, industrial, and safety members. After July 1, 2021 the normal rate of contribution shall return to the normal contribution rate established by existing law. It also requires the employees of BU 10 to prefund retiree health care at 2.8 percent of pensionable compensation effective July 1, 2021 and establishes a minimum 15-year retiree dental vesting schedule for employees who are first employed on or after January 1, 2019 in BU 9 or 10.

*Action Taken: Implementation**Location: 9/17/2018-Chaptered by Secretary of State, Chapter 452, Statutes of 2018*

SB 964 (Allen) Chaptered: 9/23/2018

CalPERS Position: N/A

Sponsor: Fossil Free, CA; Environment, CA

Reporting of Climate-Related Financial Risk. Requires the CalPERS Board of Administration and the Teachers' Retirement Board to analyze climate-related financial risk, as defined, of any fund they administer, to the extent they identify the risk as a material risk. It also requires each Board to publicly report, beginning on or before January 1, 2020 and every three years thereafter, on the climate-related financial risk of their respective public market investment portfolios, including alignment with the Paris Climate Agreement and California climate policy goals; the exposure to long-term risks; and engagements with portfolio companies that are the most carbon intense, as specified. It repeals these requirements effective January 31, 2035.

Action Taken: Implementation

Location: 9/23/2018-Chaptered by Secretary of State, Chapter 731, Statutes of 2018

SB 984 (Skinner) Amended: 7/3/2018

CalPERS Position: N/A

Sponsor: Author

Gender Representation on Appointed State Boards and Commissions. Would have required the composition of each appointed state board and commission to have a specified minimum number of women board members or commissioners based on the total number of board members or commissioners. It also would have required the office of the Governor to collect and release aggregated demographic data provided by board and commission applicants, nominees, and appointees.

Action Taken: N/A

Location: 8/17/2018-Dead

SB 1021 (Wiener) Chaptered: 9/26/2018

CalPERS Position: N/A

Sponsor: Health Access

Prescription Drug Coverage. Prohibits health plan or insurers from having utilization management policies or procedures, including a standard of care, which relies on a multitablet drug regimen instead of single-tablet drug regimen, as specified. The bill also extends, from January 1, 2020 to January 1, 2024, existing law that limits cost sharing for covered outpatient prescription drugs to \$250/\$500 for a 30-day supply, prohibits health plans from having more than four drug formulary tiers; and codifies an existing the Department of Managed Health Care regulation that caps the copays at the pharmacy's retail price if the prescription drug is less than the applicable copayment or coinsurance.

Action Taken: Implementation

Location: 9/26/2018-Chaptered by Secretary of State, Chapter 787, Statutes of 2018

SB 1060 (Mendoza) Introduced: 2/12/2018

CalPERS Position: N/A

Sponsor: Author

Member Notification for Delinquent Payments by Contracting Agencies. Would have required a CalPERS contracting agency whose payment of employer contributions for member benefits is delinquent, to notify members by mail within 30 days of its delinquent payment.

Action Taken: N/A

Location: 8/31/2018-Dead

SB 1062 (Mendoza) Introduced: 2/12/2018

CalPERS Position: N/A

Sponsor: Author

Member Notification for Delinquent Payments by CalPERS and CalSTRS Employers. Would have required a CalPERS contracting agency whose payment of employer contributions for member benefits is delinquent, to notify members by mail within 30 days of its delinquent payment. It also would have required a CalSTRS employer whose payment of employer contributions for member benefits is delinquent, to notify members by mail within 30 days of its delinquent payment.

Action Taken: N/A

Location: 8/31/2018-Dead

SB 1085 (Skinner) Chaptered: 9/28/2018

CalPERS Position: N/A

Sponsor: SEIU

Public Employee Leaves of Absence to Perform Union Duties. Among other things, requires public employers to grant leaves of absence to employees serving as stewards or officers of an employee organization, or of any affiliated statewide or national employee organization, without loss of compensation, benefits, seniority, rank or classification. Requires any reimbursement to the public employer by the employee organization as specified. It also requires that compensation must include the employer's retirement fund contributions, and that the employee will earn full service credit during the leave and pay his or her employee retirement contributions.

Action Taken: Implementation

Location: 9/28/2018-Chaptered by Secretary of State, Chapter 893, Statutes of 2018

SB 1124 (Leyva) Vetoed: 10/1/2018

CalPERS Position: N/A

Sponsor: California Professional Firefighters

Administration of Reportable Compensation. Among other things, would have required active state and contracting agency members, the retirement contributions made on compensation reported to the System and determined not to be pensionable, to be credited against future contributions on behalf of the state or contracting agency that reported the disallowed compensation, and would have required the employer to return to the member any contributions paid by the member. It also would have required, for specified retired state and contracting agency members, survivors, or beneficiaries whose benefit is based on compensation reported to the System and determined not to be pensionable, the following: 1) CalPERS to permanently adjust the benefit to reflect the exclusion of the disallowed compensation and credit against future contributions all contributions made on the disallowed compensation to the misreporting state or contracting agency employer; 2) the misreporting employer to pay CalPERS any benefit overpayment made to the retired member, survivor, or beneficiary based on the disallowed compensation, to reach a settlement or agreement to pay the actuarial equivalent present value of the benefit that would have been based on the disallowed compensation. It also would have applied these requirements to retired state and contracting agency members, survivors, or beneficiaries, who received a similar determination or on or after January 1, 2017 where their determination has been appealed and administrative or legal remedies have not been exhausted.

*Action Taken: N/A**Location: 9/30/2018-Vetoed*

SB 1156 (Leyva) Vetoed: 10/1/2018

CalPERS Position: N/A

Sponsor: Author

Health care service plans: third-party payments. Would have established reporting requirements for financially-interested third-party entities and prohibits them from making a premium payment unless it discloses the enrollee's name to the health care service plan in advance. It would have limited any reimbursements to the enrollee's policy rate or the Medicare rate, whichever is lower. If the third-party payor does not meet the disclosure requirements, it would have allowed the health care service plan to recover 120 percent of the payment differences from the health care provider, as specified.

*Action Taken: N/A**Location: 9/30/2018-Vetoed*

SB 1166 (Pan) Amended: 6/18/2018

CalPERS Position: N/A

Sponsor: Author

Member Notification for Delinquent Payments by Contracting Agencies. Would have required a CalPERS contracting agency whose payment of employer contributions for member benefits is delinquent, to notify its current and past employees by mail within 30 days of its payment becoming delinquent, as specified.

*Action Taken: N/A**Location: 8/31/2018-Dead*

SB 1195 (Portantino) Chaptered: 10/1/2018

CalPERS Position: N/A

Sponsor: Peace Officers Research Association of California (PORAC)

PEMHCA: Association Health Plans. Allows the PORAC Insurance and Benefits Trust to offer different health benefit plan designs with varying premiums in different areas of the state. It also prohibits the PORAC Insurance and Benefits Trust and the California Correctional Peace Officer Association (CCPOA) Health Benefits Trust from using regions different than those established by the CalPERS Board for contracting agencies regional premiums, unless they only provide for a north and south geographic region.

*Action Taken: Implementation**Location: 9/30/2018-Chaptered by Secretary of State, Chapter 1009, Statutes of 2018*

SB 1413 (Nielsen) Chaptered: 9/21/2018

CalPERS Position: Support

Sponsor: Author

California Employers' Pension Prefunding Trust Program. Establishes the California Employers' Pension Prefunding Trust (CEPPT) program to allow state and local public agency employers who provide a defined benefit pension plan to their employees to prefund their required pension contributions. It gives the CalPERS Board of Administration (Board) the authority to administer and invest the CEPPT Fund under the requirements of Section 115 of the Internal Revenue Code and establishes the requirements for employer participation and the conditions under which a participating employer can terminate participation or transfer funds. In addition, it requires the Board to offer, for funds in the CEPPT, cost-effective, diversified investment options that do not exceed the risk and return profiles of CalPERS California Employers Retiree Benefit Trust and authorizes the Board to adopt emergency regulations necessary for implementation. It also makes an appropriation of \$695,140 to fund CalPERS development and implementation of the CEPPT.

*Action Taken: Implementation**Location: 9/21/2018-Chaptered by Secretary of State, Chapter 665, Statutes of 2018*

SCA 1 (Moorlach) Introduced: 12/5/2016

CalPERS Position: N/A

Sponsor: Author

Secure Choice Retirement Savings Program. Would have amended the State Constitution to prohibit the state from incurring any liability for payment of the retirement savings benefit earned by program participants in the California Secure Choice Retirement Savings Program. It also would have prohibited the appropriation, transfer, or encumbrance of General Fund moneys for the Program, except to fund its startup and first-year administrative costs.

*Action Taken: N/A**Location: 8/31/2018-Dead*

SCA 8 (Moorlach) Introduced: 2/15/2017

CalPERS Position: N/A

Sponsor: Author

Retirement Benefits for Future Service. Would have amended the State Constitution to specifically allow all state, school, and local government employers to reduce promised retirement benefits to existing public employees for work performed in the future. Benefits affected would have included defined benefit pension plans, defined contribution plans, retiree health care plans, or any form of deferred compensation.

Action Taken: N/A

Location: 8/31/2018-Dead

SCA 10 (Moorlach) Introduced: 2/17/2017

CalPERS Position: N/A

Sponsor: Author

Voter Approval of Public Retirement Benefit Increases. Would have prohibited a state or local government employer from providing public employees any retirement benefit increase, to include a defined benefit pension plan, defined contribution plan, retiree health care plan, or any form of deferred compensation, unless approved by a two-thirds vote of the electorate of the applicable jurisdiction.

Action Taken: N/A

Location: 8/31/2018-Dead

SJR 24 (Jackson) Amended:4/12/2018

CalPERS Position: N/A

Sponsor: Author

Firearms Engagement and Divestment. Would have urged CalPERS to engage with portfolio companies that produce or sell firearms to determine a reasonable method for them to withdraw from the production and sale of firearms, or if they refuse to engage, develop a plan to divest from those companies. It also would have called on Congress to reauthorize and strengthen the federal assault weapons ban and for the President to approve the Assault Weapons Ban of 2018.

Action Taken: N/A

Location: 8/31/2018-Dead

State Chaptered Bills

AB 315 (Wood) Chaptered: 9/29/2018

CalPERS Position: N/A

Pharmacy Benefit Management. Among other things, requires Pharmacy Benefit Managers (PBMs) to register with the Department of Managed Health Care. For agreements between a PBM and a purchaser or pharmacy network provider entered into, issued, amended, renewed, or delivered on and after January 1, 2019, it requires a PBM to exercise good faith and fair dealing in the performance of its contractual duties to a purchaser and requires a PBM to notify purchasers in writing of any activity, policy, or practice that directly or indirectly presents a conflict of interest. It also requires a PBM to provide quarterly disclosure, upon request, to a purchaser subject to their agreement to keep any proprietary information confidential: 1) the aggregate wholesale acquisition cost from a drug manufacturer or labeler for each therapeutic category of drugs; 2) the aggregate amount of rebates received from drug manufacturers; 3) any administrative fees received from drug manufacturers; 4) whether the PBM has a contract, agreement, or other arrangement with a drug manufacturer to exclusively dispense or provide a drug to the purchaser's enrollees and the economic benefits received from that arrangement; 5) prescription drug utilization information for the purchaser's enrollees; 6) the aggregate of payments, or the equivalent economic benefit, made to pharmacies they own and those they do not own; and 7) the aggregate amount of fees imposed on or collected from network pharmacies. Furthermore, the bill requires consumer notification at point of sale if the retail price is lower than the applicable cost-sharing amount, creates a pilot program to assess the impact of contract provisions that prohibit the dispensing of certain amount of prescription drug by network pharmacy in Riverside and Sonoma counties, and establishes a task force to determine what information related to pharmaceutical costs are required to be reported.

Location: 9/29/2018-Chaptered by Secretary of State, Chapter 905, Statutes of 2018

AB 595 (Wood) Chaptered: 9/7/2018

CalPERS Position: N/A

Mergers and Acquisitions of Health Care Service Plans. Requires health plans seeking to merge or consolidate to provide notice and secure prior approval of the transaction or agreement from the Director of the Department of Managed Health Care (DMHC). It allows the Director to disapprove the transaction or agreement if it could substantially lessen competition in health plan products or create a monopoly in this state, and to give conditional approval to the transaction or agreement if the parties commit to fulfill one or more conditions that benefits subscribers and enrollees, provide for a stable health care delivery system, and other conditions specific to the transaction or agreement. For a major transaction or agreement that affects a significant number of enrollees, involves a material amount of assets, and adversely affects either the subscribers or enrollees or the stability of the health care delivery system, it requires DMHC to obtain an independent analysis, hold a public meeting, prepare a statement describing the proposed transaction or agreement and make it available to the public and the health plans to reimburse DMHC for the reasonable costs of the independent analysis, opinion, the public meeting, and the statement.

Location: 9/7/2018-Chaptered by Secretary of State, Chapter 292, Statutes of 2018

AB 1912 (Rodriguez) Chaptered: 9/29/2018

CalPERS Position: Support

Retirement Contracting Requirements for Joint Powers Authorities (JPAs). Among other things, this bill requires the member agencies of a Joint Powers Authority (JPA) that participates in a public retirement system to reach mutual agreement on the apportionment of JPA retirement obligations to the retirement system prior to the termination of its retirement contract, as specified. Removes existing authority of member agencies of a JPA to disclaim the retirement liability if it participates in a public retirement system. It also requires a retirement board to apportion those liabilities among the member agencies when they fail to reach agreement, and authorizes the member agencies to challenge that determination through arbitration, as specified. Requires member agencies with a pension liability to California Public Employees' Retirement System (CalPERS) that is subject to an involuntary termination of its contract to provide a copy of an agreement signed by all of parties within 60 days of receiving notice from CalPERS of the involuntary termination that sets forth the apportionment of 100 percent of the JPA's retirement liability. It also extends CalPERS lien authority to member agencies of a JPA that terminates its contract and requires CalPERS to consider and exhaust all options and necessary actions prior to reducing retirement benefits paid to former employees of JPAs from the Terminated Agency Pool.

Location: 9/29/2018-Chaptered by Secretary of State, Chapter 909, Statutes of 2018

AB 2196 (Cooper) Chaptered: 8/20/2018

CalPERS Position: Sponsor

Discontinuing Installment Payments Into Retirement. Requires a member that elects to purchase or convert service credit on or after January 1, 2020, to pay any remaining balance by his or her retirement date, or elect to have his or her monthly allowance reduced by the actuarial equivalent of the unpaid balance, in lieu of making installment payments into retirement. The same payment choices will also apply to the survivor or beneficiary of a member who makes a service credit purchase or conversion in the future, and passes away prior to retirement. It also allows members, survivors, and beneficiaries with an existing election to purchase or convert service credit, the additional option to have his or her monthly allowance reduced by the actuarial equivalent of the unpaid balance at retirement.

Location: 8/20/2018- Chaptered by Secretary of State, Chapter 168, Statutes of 2018

AB 2310 (Aguiar-Curry) Chaptered: 8/28/2018

CalPERS Position: N/A

Contracting Agency Cost Sharing. Existing law allows CalPERS contracting agencies to share the costs of the employer contribution for retirement benefits with their employees by specifying the exact percentage of member compensation to be allocated to the employer contribution in a collective bargaining agreement (CBA) ratified by both parties and executed through a contract or contract amendment. This bill allows contracting agencies to also negotiate cost-sharing through a ratified memorandum of understanding (MOU) and executed through a contract or contract amendment. It also allows agencies that negotiate a cost-sharing methodology in a CBA or MOU, to notify CalPERS of the exact percentage of member compensation to be allocated to the employer contribution pursuant to that methodology, by providing a signed side letter ratified by the employee bargaining unit and the agency at least ninety days prior to the effective date of the change.

Location: 8/28/2018-Chaptered by Secretary of State, Chapter 213, Statutes of 2018

AB 2415 (Calderon) Chaptered: 9/29/2018

CalPERS Position: Sponsor

Appointment and Compensation Authority for a Chief Health Director and Chief Operating Officer.

Adds a Chief Health Director and a Chief Operating Officer to the group of key executives for which the CalPERS Board of Administration has authority to set compensation, conditions of employment, and performance standards. It also limits salary increases for an incumbent that is selected to continue service in either of these positions, to an increase of ten percent in the first fiscal year, and five percent in any subsequent fiscal year.

Location: 9/29/2018- Chaptered by Secretary of State, Chapter 916, Statutes of 2018

AB 2696 (Rodriguez) Chaptered: 9/26/2018

CalPERS Position: N/A

Penalties for Out-of-Class Appointments. Increases penalties in existing law for temporary appointments of CalPERS school and contracting agency members to positions that are vacant during recruitment for a permanent appointee that exceed 960 hours per fiscal year. Specifically, it requires an employer that violates these provisions to pay the System three times the difference between the employee and employer contributions on compensation that would have been paid and reported to the System for the vacant position as provided by a publicly available pay schedule, and the contributions the employer reported for the member's temporary position for the entire period or periods the member serves in the out-of-class appointment.

Location: 9/26/2018-Chaptered by Secretary of State, Chapter 767, Statutes of 2018

AJR 41 (Thurmond) Chaptered: 9/5/2018

CalPERS Position: N/A

GPO/WEP Repeal. Requests the United States Congress to pass and the President to sign legislation to repeal the Government Pension Offset (GPO) and the Windfall Elimination Provision (WEP) from the Social Security Act, which impacts state and local government retirees that have earned pensions through employment not coordinated with Social Security.

Location: 8/28/2018-Chaptered by Secretary of State, Chapter 197, Statutes of 2018

SB 826 (Jackson) Chaptered: 9/30/2018

CalPERS Position: N/A

Gender Diversity on Corporate Boards. Among other things, requires publicly held corporations whose principal executive offices are located in California, to have at least one female director on its board of directors by the end of the 2019 calendar year, and to have at least two female directors on boards with five directors, or three female directors on boards with six or more directors by the end of the 2021 calendar year. It also requires the Secretary of State (SOS) to post a report on its website documenting the number of publicly held corporations whose principal executive offices are located in California and who have at least one female director by July 1, 2019, and thereafter post an annual compliance report, as specified. The bill also permits the SOS to impose fines for the first violation of its provision in the amount of \$100,000 and \$300,00 for a second or subsequent violation.

Location: 9/30/2018-Chaptered by Secretary of State, Chapter 954, Statutes of 2018

SB 866 (Committee on Budget and Fiscal Review)

Chaptered: 6/27/2018

CalPERS Position: N/A

Employment Budget Trailer Bill. Among other things, allows the Director of the California Department of Human Resources (CalHR) to establish the total employee contribution toward prefunding state retiree health care coverage under the CalPERS Annuitant's Health Care Coverage Fund, for state employees who are not represented by a bargaining unit and executive branch officers and employees who are not a member of the civil service, with the goal of reaching a 50-percent cost sharing of actuarially determined normal costs by July 1, 2020 and requires matching state contributions. It also requires CalPERS to provide retiree names and addresses to CalHR for the purposes of notifying those retirees of their eligibility for enrollment into specified benefit programs offered by CalHR. The bill specifies any information provided to CalHR must be treated as confidential by the department.

Location: 6/27/2018-Chaptered by Secretary of State, Chapter 53, Statutes of 2018

SB 873 (Committee on Budget and Fiscal Review)

Chaptered: 9/17/2018

CalPERS Position: N/A

State Public Employment: Memoranda of Understanding. Ratifies the memoranda of understanding for Bargaining Units (BU) 9 (Professional Engineers) and 10 (Professional Scientists). For BU 9, if the conditions specified by the bill are met, adjusts the normal rate of contribution to 50 percent of the normal cost rate rounded to the nearest one-quarter of one percent, not to increase by more than one-half percent for state miscellaneous, industrial, and safety members of BU 9. After June 30, 2020, the normal rate of contribution shall return to the normal contribution rate established by existing law. For BU 10, if the conditions specified by the bill are met, adjusts the normal rate of contribution to 50 percent of the normal cost rate rounded to the nearest one-quarter of one percent, not to increase or decrease by more than one percent for state miscellaneous, industrial, and safety members. After July 1, 2021 the normal rate of contribution shall return to the normal contribution rate established by existing law. It also requires the employees of BU 10 to prefund retiree health care at 2.8 percent of pensionable compensation effective July 1, 2021 and establishes a minimum 15-year retiree dental vesting schedule for employees who are first employed on or after January 1, 2019 in BU 9 or 10.

Location: 9/17/2018-Chaptered by Secretary of State, Chapter 452, Statutes of 2018

SB 964 (Allen) Chaptered: 9/23/2018

CalPERS Position: N/A

Reporting of Climate-Related Financial Risk. Requires the CalPERS Board of Administration and the Teachers' Retirement Board to analyze climate-related financial risk, as defined, of any fund they administer, to the extent they identify the risk as a material risk. It also requires each Board to publicly report, beginning on or before January 1, 2020 and every three years thereafter, on the climate-related financial risk of their respective public market investment portfolios, including alignment with the Paris Climate Agreement and California climate policy goals; the exposure to long-term risks; and engagements with portfolio companies that are the most carbon intense, as specified. It repeals these requirements effective January 31, 2035.

Location: 9/23/2018-Chaptered by Secretary of State, Chapter 731, Statutes of 2018

SB 1021 (Wiener) Chaptered: 9/26/2018

CalPERS Position: N/A

Prescription Drug Coverage. Prohibits health plan or insurers from having utilization management policies or procedures, including a standard of care, which relies on a multitablet drug regimen instead of single-tablet drug regimen, as specified. The bill also extends, from January 1, 2020 to January 1, 2024, existing law that limits cost sharing for covered outpatient prescription drugs to \$250/\$500 for a 30-day supply, prohibits health plans from having more than four drug formulary tiers; and codifies an existing the Department of Managed Health Care regulation that caps the copays at the pharmacy's retail price if the prescription drug is less than the applicable copayment or coinsurance.

Location: 9/26/2018- Chaptered by Secretary of State, Chapter 787, Statutes of 2018

SB 1022 (Pan) Chaptered: 9/23/2018

CalPERS Position: Sponsor

CalPERS Terminating Agency Process. Shortens the timeframe in which a contracting agency can voluntarily terminate its participation in the California Public Employees' Retirement System (CalPERS) and requires a terminating agency to notify past and present employees of its intention to terminate. It also clarifies confidentiality provisions of the Public Employees' Retirement Law (PERL) that relate to data provided by members, retired members, annuitants and the beneficiaries of each, and applies those provisions to the Public Employees Medical and Hospital Care Act administered by the Board.

Location: 9/23/2018-Chaptered by Secretary of State, Chapter 732, Statutes of 2018

SB 1085 (Skinner) Chaptered: 9/28/2018

CalPERS Position: N/A

Public Employee Leaves of Absence to Perform Union Duties. Among other things, requires public employers to grant leaves of absence to employees serving as stewards or officers of an employee organization, or of any affiliated statewide or national employee organization, without loss of compensation, benefits, seniority, rank or classification. Requires any reimbursement to the public employer by the employee organization as specified. It also requires that compensation must include the employer's retirement fund contributions, and that the employee will earn full service credit during the leave and pay his or her employee retirement contributions.

Location: 9/28/2018-Chaptered by Secretary of State, Chapter 893, Statutes of 2018

SB 1195 (Portantino) Chaptered: 9/30/2018

CalPERS Position: N/A

PEMHCA: Association Health Plans. Allows the PORAC Insurance and Benefits Trust to offer different health benefit plan designs with varying premiums in different areas of the state. It also prohibits the PORAC Insurance and Benefits Trust and the California Correctional Peace Officer Association (CCPOA) Health Benefits Trust from using regions different than those established by the CalPERS Board for contracting agencies regional premiums, unless they only provide for a north and south geographic region.

Location: 9/30/2018-Chaptered by Secretary of State, Chapter 1009, Statutes of 2018

SB 1413 (Nielsen) Chaptered: 9/21/2018

CalPERS Position: Support

California Employers' Pension Prefunding Trust Program. Establishes the California Employers' Pension Prefunding Trust (CEPPT) program to allow state and local public agency employers who provide a defined benefit pension plan to their employees to prefund their required pension contributions. It gives the CalPERS Board of Administration (Board) the authority to administer and invest the CEPPT Fund under the requirements of Section 115 of the Internal Revenue Code and establishes the requirements for employer participation and the conditions under which a participating employer can terminate participation or transfer funds. In addition, it requires the Board to offer, for funds in the CEPPT, cost-effective, diversified investment options that do not exceed the risk and return profiles of CalPERS California Employers' Retiree Benefit Trust and authorizes the Board to adopt emergency regulations necessary for implementation. It also makes an appropriation of \$695,140 to fund CalPERS development and implementation of the CEPPT.

Location: 9/21/2018-Chaptered by Secretary of State, Chapter 665, Statutes of 2018

State Vetoed Bills

AB 1597 (Nazarian) Vetoed: 9/30/2018

CalPERS Position: Oppose

Divestment from Turkish Investment Vehicles. Among other things, would have required the California Public Employees' Retirement System (CalPERS) and the California State Teachers' Retirement System (CalSTRS) to divest from any investment vehicle in Turkey that is issued, owned, controlled, or managed by the government of Turkey, upon the passage of a federal law imposing sanctions on the government of Turkey for failure to acknowledge the Armenian Genocide, as specified.

Location: 9/30/2018-Vetoed

Governor's Veto Message: To the Members of the California State Assembly: I am returning Assembly Bill 1597 without my signature. This bill, which only goes into effect if the Federal Government imposes sanctions on Turkey, would require our pension funds to sell all bonds or investment vehicles issued by the Turkish government. The horror of the Armenian Genocide is something no Californian should ever forget. To that end, our school curriculum requires the study of the Armenian Genocide and this year I proclaimed April 24, 2018, as "Day of Remembrance of the Armenian Genocide". In addition, the state extended the statutory deadline for genocide victims or their heirs to seek legal redress. While this subject is profoundly important, the bill as written is mostly symbolic. Moreover, I am reluctant to force yet another disinvestment measure on our already stressed pension systems. Sincerely, Edmund G. Brown Jr.

AB 2342 (Burke) Vetoed: 9/27/2018

CalPERS Position: N/A

Breast and Ovarian Cancer Susceptibility Screening. Would have required health care service plan contracts and health insurance policies issued, renewed, or amended on or after January 1, 2019 to be deemed to cover breast and ovarian cancer susceptibility screening as recommend by the United States Preventative Services Task Force.

Location: 9/27/2018-Vetoed

Governor's Veto Message: To the Members of the California State Assembly: I am returning the following six bills without my signature: AB 2043 AB 2342 AB 2593 SB 320 SB 1125 SB 1148 Each of these bills require significant, ongoing general fund commitments. As such, I commend these policies to the budget process where they may be prioritized along with other spending proposals and which begins again on January 3rd. Sincerely, Edmund G. Brown Jr.

AB 2384 (Arambula) Vetoed: 9/23/2018

CalPERS Position: N/A

Health Care Coverage: Medication-Assisted Treatment. Would have required, until January 1, 2024, a health care service plan and health insurer that cover prescription drugs to include, at a minimum, at least one form of each of the medication assisted treatment (MAT), relapse prevention, or overdose reversal prescriptions drugs that the Food and Drug Administration (FDA) approved for opioids use disorder (OUD). It would have prohibited MAT, relapse prevention, or overdose reversal prescriptions drugs from being subject to various drug utilization strategies and policies. It also would have specified that the bill only applies to an FDA-approved drug for use in MAT, relapse prevention, or overdose reversal for OUD that an enrollee or insured is being prescribed as of January 1, 2019, or, for a new enrollee or insured being prescribed at the time of enrollment.

Location: 9/23/2018-Vetoed

Governor's Veto Message: To the Members of the California State Assembly: I am returning Assembly Bill 2384 without my signature. This bill requires health plans to cover at least one version of each drug used in medication-assisted treatment for opioid disorders and restricts health plans' ability to manage the utilization of these drugs. While the drugs specified in this bill are useful to treat opioid addiction, I'm not willing to eliminate requirements that may be in the best interest of patients. Sincerely, Edmund G. Brown Jr.

SB 656 (Moorlach) Vetoed: 9/30/2018

CalPERS Position: N/A

Judges' Retirement System II Deferred Retirement. Would have allowed a member of the Judges' Retirement System II age 60 years or older with a minimum of five years of service, or who accrues a minimum of twenty years of service, to leave the bench and to elect to receive a monthly defined benefit allowance upon attaining the existing age and service requirements of age 65 with at least 20 years of service, or age 70 with at least five years of service.

Location: 9/30/2018-Vetoed

Governor's Veto Message: To the Members of the California State Senate: I am returning Senate Bill 656 without my signature. This bill would amend and significantly expand--retroactively--the pension benefits of the Judges' Retirement System II, a program that has been in effect since 1994. The costs associated with this bill are large and unbudgeted. In addition, the proposed retroactive benefits are contrary to the explicit provisions of the Public Employees Pensions Reform Act of 2013. Sincerely, Edmund G. Brown Jr.

SB 1124 (Leyva) Vetoed: 9/30/2018

CalPERS Position: N/A

Administration of Reportable Compensation. Among other things, would have required active state and contracting agency members, the retirement contributions made on compensation reported to the System and determined not to be pensionable, to be credited against future contributions on behalf of the state or contracting agency that reported the disallowed compensation, and would have required the employer to return to the member any contributions paid by the member. It also would have required, for specified retired state and contracting agency members, survivors, or beneficiaries whose benefit is based on compensation reported to the System and determined not to be pensionable, the following: 1) CalPERS to permanently adjust the benefit to reflect the exclusion of the disallowed compensation and credit against future contributions all contributions made on the disallowed compensation to the misreporting state or contracting agency employer; 2) the misreporting employer to pay CalPERS any benefit overpayment made to the retired member, survivor, or beneficiary based on the disallowed compensation, to reach a settlement or agreement to pay the actuarial equivalent present value of the benefit that would have been based on the disallowed compensation. It also would have applied these requirements to retired state and contracting agency members, survivors, or beneficiaries, who received a similar determination or on or after January 1, 2017 where their determination has been appealed and administrative or legal remedies have not been exhausted.

Location: 9/30/2018-Vetoed

Governor's Veto Message: To the Members of the California State Senate: I am returning Senate Bill 1124 without my signature. This bill would establish a retiree's permanent right to incorrectly calculated pension benefits in cases where an error resulted in paying the retiree higher pension benefits than allowed by law. I share the author's view that a pension must be correctly calculated according to the law in the first instance so that retirees never find themselves on the hook for overpayments. Clearly, remedies are needed to correct such situations. But I'm concerned that this bill's broad provisions could be easily abused to circumvent limitations in law intended to protect the government-and ultimately taxpayers-from pension spiking. Indeed, in the case of an error, this bill would effectively perpetuate that error for the rest of a member's life, at substantial taxpayer expense. Before changing the law in the way that this bill does, I encourage the Legislature to develop policies to prevent such errors in the first place. Such policies might include requiring CalPERS to review and approve any proposals for pensionable compensation in a memorandum of understanding before the memorandum is finalized. Then, if errors still occurred after CalPERS's review, the penalties and ongoing costs in this bill might be warranted. Sincerely, Edmund G. Brown Jr.

SB 1156 (Leyva) Vetoed: 9/30/2018

CalPERS Position: N/A

Health care service plans: third-party payments. Would have established reporting requirements for financially-interested third-party entities and prohibits them from making a premium payment unless it discloses the enrollee's name to the health care service plan in advance. It would have limited any reimbursements to the enrollee's policy rate or the Medicare rate, whichever is lower. If the third-party payor does not meet the disclosure requirements, it would have allowed the health care service plan to recover 120 percent of the payment differences from the health care provider, as specified.

Location: 9/30/2018-Vetoed

Governor's Veto Message: To the Members of the California State Senate: I am returning Senate Bill 1156 without my signature. This bill attempts to prohibit the questionable practice of financially interested entities providing premium assistance payments to patients for the purpose of obtaining higher fees for medical services. I believe, however, that this bill goes too far as it would permit health plans and insurers to refuse premium assistance payments and to choose which patients they will cover. I encourage all stakeholders to continue to work together to find a more narrowly tailored solution that ensures patients' access to coverage. Sincerely, Edmund G. Brown Jr.

Federal Bills

H.R. 1 – Brady, Kevin (R-TX) Introduced:11/2/2017

CalPERS Position: N/A

The Tax Cuts and Jobs Act. The bill, among other things, amends the Internal Revenue Code to reduce tax rates and modify policies, credits, and deductions for individuals and businesses.

Action Taken: Advocated for removal of the House Unrelated Business Income Tax (UBIT) to state and local pension plans provision, Section 5001.

Status: 12/22/2017 — Signed by the President.

H.R. 10 – Hensarling, Jeb (R-TX) Introduced:4/26/2017

CalPERS Position: N/A

Financial CHOICE Act of 2017. The bill would, among many things, comprehensively reform the Dodd-Frank Wall Street Reform and Consumer Protection Act and many other laws concerning regulation and regulatory agencies in the financial industry. H.R. 10 would repeal the Federal Deposit Insurance Corporation's authority to use the Orderly Liquidation Fund and would change how the operations of the National Credit Union Administration and Consumer Financial Protection Bureau are operated and funded. The bill also prohibits the Securities and Exchange Commission (SEC) from requiring the use of a universal proxy ballot, revises the SEC Rule 14a8 to require one percent ownership in a company over a three-year period to submit a shareholder proposal, and increases resubmission thresholds for shareholder proposals.

Action Taken: Conducted educational briefings with relevant House and Senate committee members.

Status: 7/13/2017 — Senate Banking, Housing and Urban Affairs Committee. Hearing held.

H.R. 195 – Russell, Steve (R-OK) Introduced:1/3/2017

CalPERS Position: N/A

Extension of Short-Term Appropriations for Fiscal 2018. The bill extends stop-gap funding to keep the federal government fully operational until February 8, 2018. It also suspends or delays three health related taxes that were enacted as part of the Patient Protection and Affordable Care Act (PPACA), P.L. 111-148. Under the measure, the Cadillac Tax is extended for two more years until 2022; the current suspension on the Medical Device Tax is extended through December 31, 2019, with an effective date of December 31, 2017; and the Health Insurance Tax is suspended for one year until 2019.

Action Taken: Monitored

Status: 1/22/2018 — Signed by the President.

H.R. 435 – Ellison, Keith (D-MN) Introduced:1/11/2017

CalPERS Position: Support

Credit Access and Inclusion Act of 2017. The bill would amend the Fair Credit Reporting Act to allow the reporting of certain positive consumer-credit information to consumer reporting agencies. Specifically, a person or the Department of Housing and Urban Development may report information related to a consumer's performance in making payments either under a lease agreement for a dwelling or pursuant to a contract for a utility or telecommunications service. However, information about a consumer's usage of any utility or telecommunications service may be reported only to the extent that the information relates to payment by the consumer for such service or other terms of the provision of that service. Furthermore, an energy-utility firm may not report a consumer's outstanding balance as late if the firm and the consumer have entered into a payment plan and the consumer is meeting the obligations of that plan.

Action Taken: Sent a letter to Senate Banking Committee Chairman Mike Crapo and Ranking Member Sherrod Brown urging bipartisan approach to considerations in S. 488 and expressing support for H.R. 435 on October 11, 2018. Sent letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 and expressing support for H.R. 435 on May 17, 2018.

Status: 6/26/2018 — Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

H.R. 1205 – Davis, Rodney (R-IL) Introduced:2/21/2017

CalPERS Position: N/A

Social Security Fairness Act. The bill would amend Title II of the Social Security Act to repeal the Government Pension Offset and Windfall Elimination Provisions.

Action Taken: Monitoring

Status: 3/6/2017 — Referred to the House Ways and Means Committee, Subcommittee on Social Security.

H.R. 1312 – Poliquin, Bruce (R-ME) Introduced:3/2/2017

CalPERS Position: Support

Small Business Capital Formation Enhancement Act. The bill would amend the Small Business Investment Incentive Act of 1980 with respect to the annual government-business forum of the Securities and Exchange Commission (SEC) to review the current status of problems and programs relating to small business capital formation.

The SEC would be required to review the forum's findings and recommendations and issue a public statement promptly assessing each submitted finding or recommendation and disclosing any action the SEC intends to take on it.

Nothing in this bill requires the SEC to agree to or act upon any finding or recommendation.

Action Taken: Sent a letter to Senators Crapo and Brown requesting inclusion of H.R. 1312 in S. 2155 on December 4, 2017. Conducted educational briefings with relevant House and Senate committee members.

Status: 5/2/2017 — Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

5/24/2018 — Another bill, S. 2155, which is described below, incorporated the provisions of H.R. 1312 and was signed by the President.

H.R. 1628 – Black, Diane (R-TN) Introduced:3/20/2017

CalPERS Position: N/A

American Health Care Act of 2017. The bill would, among many things, amend the Patient Protection and Affordable Care Act (PL 111-148 and PL 111-152) to eliminate funding for the Prevention and Public Health Fund and increase funding for community health centers; impose a one-year freeze on mandatory funding to a class of providers designated as prohibited entities that includes Medicaid, the Children’s Health Insurance Program, Maternal and Child Health Services Block Grants, and Social Services Block Grants; delay the Cadillac tax until 2025 (the proposed manager’s amendment would delay the tax for an additional year, until 2026); and, repeal the health insurance tax beginning in 2018. The legislation would codify that the Medicaid expansion is a state option upon enactment.

Action Taken: Sent a letter to Senate Finance Committee Chairman Orrin Hatch requesting bipartisan approach to health reform on May 23, 2017.

Status: 7/28/2017 — Returned to the Calendar.

H.R. 1892 – Larson, John B. (D. CT) Introduced:4/4/2017

CalPERS Position: N/A

Bipartisan Budget Act of 2018. The bill, among other things, amends Title XVIII (Medicare) of the Social Security Act to implement Medicare payment policies designed to improve management of chronic disease, streamline care coordination, and improve quality outcomes without adding to the deficit.

Action Taken: Monitored

Status: 2/09/2018 — Signed by the President.

H.R. 2864 – Sinema, Kyrsten (D-AZ) Introduced:6/8/2017

CalPERS Position: Support

The Improving Access to Capital Act. The bill would exempt, under Regulation A+, certain fully reporting issuers of securities from specified disclosure requirements. Under current law, Regulation A+ exempts certain smaller offerings from securities registration requirements but applies only to non-reporting issuers.

Action Taken: Sent a letter to Senators Crapo and Brown requesting inclusion of H.R. 2864 in S. 2155 on December 4, 2017. Conducted educational briefings with relevant House and Senate committee members.

Status: 9/6/2017 — Referred to the Senate Banking, Housing and Urban Affairs Committee.

5/24/2018 — Another bill, S. 2155, which is described below, incorporated the provisions of H.R. 2864 and was signed by the President.

H.R. 3903 – Budd, Ted (R-NC) Introduced:10/2/2017

CalPERS Position: Support

Encouraging Public Offerings Act of 2017. The bill would amend the Securities Act of 1933 to allow an issuer of securities to communicate with potential investors to ascertain interest in a contemplated securities offering, either before or after the filing of a registration statement (i.e., "test the waters"). Under current law, only emerging growth companies may engage in such communications.

The bill would also allow an issuer to submit a confidential draft registration statement to the Securities and Exchange Commission for review prior to public filing or within one year after the initial public offering or registration.

Action Taken: Sent a letter to Senate Banking Committee Chairman Mike Crapo and Ranking Member Sherrod Brown urging bipartisan approach to considerations in S. 488 and expressed support for H.R. 3903 on October 11, 2018. Sent letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 and expressed support for H.R. 3903 on May 17, 2018.

Status: 11/2/2017 — Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

H.R. 3973 – Duffy, Sean P. (R-WI) Introduced:10/5/2017

CalPERS Position: Oppose

Market Data Protection Act of 2017. The bill would amend the Securities Exchange Act of 1934 to require the Securities and Exchange Commission, the Financial Industry Regulatory Authority, and the operator of the consolidated audit trail (a database that tracks trading in equities and options markets) to develop internal risk control mechanisms to protect stored market data.

The operator of the consolidated audit trail may not accept market data until these mechanisms are developed.

Action Taken: Sent a letter to Senate Banking Committee Chairman Mike Crapo and Ranking Member Sherrod Brown urging bipartisan approach to considerations in S. 488 and expressed concern with H.R. 3793 on October 11, 2018. Sent letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 and expressed concern with H.R. 3973 on May 17, 2018.

Status: 11/14/2017 — Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

H.R. 4015 – Duffy, Sean P. (R-WI) Introduced:10/11/2017

CalPERS Position: Oppose

Corporate Governance Reform and Transparency Act of 2017. The bill would, among other things, establish a new registration regime for proxy advisory firms and subject such firms to additional regulatory requirements.

Action Taken: Sent a letter to Senate Banking Committee Chairman Mike Crapo and Ranking Member Sherrod Brown urging bipartisan approach to considerations in S. 488 and expressing opposition for H.R. 4015 on October 11, 2018. Sent a letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 and expressed concern for H.R. 4015 on May 17, 2018. Signed a stakeholder opposition letter that was sent to the House Financial Services Committee on November 9, 2017. Conducted educational briefings with relevant House and Senate committee members.

Status: 6/28/18 — Senate Banking, Housing, and Urban Affairs Committee. Hearing held.

H.R. 4279 – Hollingsworth, Trey (R-IN) Introduced:11/7/2017

CalPERS Position: Support

Expanding Investment Opportunities Act. The bill would direct the Securities and Exchange Commission to revise any rules necessary to enable closed-end companies to use the securities offering and proxy rules that are available to other issuers of securities.

Action Taken: Sent a letter to Senators Crapo and Brown requesting inclusion of H.R. 4279 in S. 2155 on December 4, 2017. Conducted educational briefings with relevant House and Senate committee members.

Status: 1/18/2018 — Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

5/24/2018 — Another bill, S. 2155, which is described below, incorporated the provisions of H.R. 4279 and was signed by the President.

H.R. 4292 – Zeldin, Lee (R-NY) Introduced:11/7/2017

CalPERS Position: Support

Financial Institution Living Will Improvement Act. The bill would amend the Dodd-Frank Wall Street Reform and Consumer Protection Act to reform the resolution plan submission (“living will”) process by requiring bank holding companies to submit to the Federal Reserve Board (Federal Reserve) and the Federal Deposit Insurance Corporation (FDIC) resolution plans every two years.

This bill would also require the Federal Reserve and FDIC to provide feedback regarding a submitted resolution plan within six months after a bank holding company submission.

This bill would also require the Federal Reserve and FDIC to publicly disclose the assessment framework used to review the adequacy of resolution plans.

Action Taken: Sent a letter to Senate Banking Committee Chairman Mike Crapo and Ranking Member Sherrod Brown urging bipartisan approach to considerations in S. 488 and expressed support for H.R. 4292 on October 11, 2018. Sent a letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 and expressed support for H.R. 4292 on May 17, 2018.

Status: 2/05/2018 — Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

H.R. 4792 – Velázquez, Nydia M. (D-NY) Introduced:1/12/2018

CalPERS Position: Support

Small Business Access to Capital After a Natural Disaster Act. The bill would amend the Securities Exchange Act of 1934 to require the Advocate for Small Business Capital Formation within the Securities and Exchange Commission to report on issues encountered by small businesses affected by hurricanes or other natural disasters.

Action Taken: Sent a letter to Senate Banking Committee Chairman Mike Crapo and Ranking Member Sherrod Brown urging bipartisan approach to considerations in S. 488 and expressing support for H.R. 4792 on October 11, 2018. Sent letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 and expressed support for H.R. 4792 on May 17, 2018.

Status: 1/30/2018 – Received in the Senate and referred to the Senate Banking, Housing and Urban Affairs Committee.

H.R. 6276 – Bishop, Mike (R-MI) Introduced:6/28/2018

CalPERS Position: N/A

Strengthening Pensions through Investment in Infrastructure Act. The bill would allow public pension funds to invest in infrastructure projects that are financed by tax-exempt bonds. The bonds would not be treated as private activity bonds that may be taxable.

Action Taken: Monitoring

Status: 6/28/2018 — Referred to the House Ways and Means Committee.

H.R. 6290 – Nunes, Devin (R-CA) Introduced:6/28/2018

CalPERS Position: N/A

Public Employee Pension Transparency Act (PEPTA). The bill would amend the Internal Revenue Code of 1986 to provide for reporting and disclosure by State and local public employee retirement pension plans. This bill would require state and local pension plans to disclose their liabilities based on U.S. Treasury rates in a uniform and transparent manner to the U.S. Secretary of the Treasury each plan year beginning on or after January 1, 2019, require the Secretary of the Treasury to provide these disclosures to the public through a searchable website, and eliminate the federal tax-exempt bonding authority of state and local governments that do not comply with these requirements.

The bill also states that the federal government will not be liable for any current or future obligation shortfall in any state or local pension plan.

Action Taken: Sent letter of concern to the California Delegation of the House Democratic Caucus on July 26, 2018.

Status: 6/28/2018 — Referred to the House Ways and Means Committee.

H.R. 6757 – Kelly, Mike (R-PA) Introduced:9/10/2018

CalPERS Position: N/A

Family Savings Act of 2018. The bill would allow businesses to offer multi-employer pooled retirement plans, including Employee Retirement Income Security Act defined contribution plans. Among many things, the bill would also provide that the act of a government employee electing an employee contribution alternative benefit formula does not disqualify that contribution from being “picked up” by the employer and revise safe harbor rules for the non-elective contribution 401(k) including the elimination of the safe harbor notice requirements.

Action Taken: Monitoring.

Status: 9/28/2018 — Received in the Senate and referred to the Senate Finance Committee.

H.R. 6933 – Brady, Kevin (R-TX) Introduced:9/27/2018

CalPERS Position: N/A

Equal Treatment of Public Servants Act of 2018. *(Identical to S. 3526, summarized below)* The bill would replace the current Windfall Elimination Provision (WEP) formula of the Social Security Act with a new formula that will account for covered (by Social Security) and non-covered (by Social Security) employment throughout an individual's career. The bill would provide a less significant reduction of Social Security benefits to future retirees.

The bill also requires the Commissioner of Social Security to study and test the administrative feasibility of partnering with State and local pension systems to improve the collection and sharing of information relating to State and local non-covered pensions.

Action Taken: Monitoring.

Status: 9/27/2018 — Referred to the House Ways and Means Committee.

S. 536 – Reed, Jack (D-RI) Introduced:3/7/2017

CalPERS Position: Support

Cybersecurity Disclosure Act of 2017. The bill would require the Securities and Exchange Commission to issue a final rule to require publicly traded companies to disclose in their annual report or annual proxy statement whether any member of their governing body, such as a board of directors, has expertise or experience in cybersecurity issues.

Action Taken: Sent a letter of support to Senators Reed on July 26, 2017.

Status: 6/28/2018 — Senate Banking, Housing and Urban Affairs Committee. Hearing held.

S. 637 – Wyden, Ron (D-OR) Introduced:3/15/2017

CalPERS Position: N/A

Creating Transparency to Have Drug Rebates Unlocked (C-THRU) Act of 2017. The bill would require public disclosure of the total amount of rebates provided to drug manufacturers to pharmacy benefit managers and the proportion of those rebates that are passed on to health plans.

Action Taken: Monitoring

Status: 3/15/2017 — Referred to the Senate Finance Committee.

S. 870 – Hatch, Orrin G. (R-UT) Introduced:4/6/2017

CalPERS Position: N/A

Creating High-Quality Results and Outcomes Necessary to Improve Chronic (CHRONIC) Care Act of 2017. The bill would amend Title XVIII (Medicare) of the Social Security Act to implement Medicare payment policies designed to improve management of chronic disease, streamline care coordination, and improve quality outcomes without adding to the deficit.

Action Taken: Monitoring

Status: 9/29/2017 — Referred to the House Ways and Means Committee and the House Energy and Commerce Committee, Subcommittee on Health.

Status: 2/09/2018 — H.R. 1892, which incorporated S. 870, signed by the President.

S. 915 – Brown, Sherrod (D-OH) Introduced:4/24/2017

CalPERS Position: N/A

Social Security Fairness Act of 2017. The bill would amend Title II of the Social Security Act to repeal the Government Pension Offset and Windfall Elimination Provisions.

Action Taken: Monitoring

Status: 4/24/2017 — Referred to the Senate Finance Committee.

S. 2155 – Crapo, Michael D. (R-ID) Introduced:11/16/2017

CalPERS Position: Support

The Economic Growth, Regulatory Relief, and Consumer Protection Act. The bill, among other things, promotes economic growth, provides tailored regulatory relief, and enhances consumer protections.

Action Taken: Sent a letter to Senators Crapo and Brown requesting inclusion of certain bipartisan House bills, H.R. 1312, H.R. 2864, and H.R. 2479 on December 4, 2017. Conducted educational briefings with relevant House and Senate committee members. Sent letter to House Majority Leader Kevin McCarthy and House Minority Leader Nancy Pelosi urging a bipartisan approach to considerations in S. 2155 on May 17, 2018.

Status: 5/24/2018 — Signed by the President.

S. 2313 – Van Hollen, Chris (D-MD) Introduced:1/16/2018

CalPERS Position: N/A

Defending Elections from Threats by Establishing Redlines Act of 2018. The bill would require the Office of the Director of National Intelligence (DNI), no more than 30 days after a U.S. election, to determine whether a foreign government interfered with the election and report on that determination. If the DNI determines that Russia interfered with an election, the President shall impose specified sanctions, including, but not limited to, prohibiting all transactions within the U.S. in Russian governmental debt.

Action Taken: Monitoring

Status: 9/12/2018 — Senate Banking, Housing, and Urban Affairs Committee. Hearing held.

S. 3336 – Graham, Lindsey (R-SC) Introduced:8/1/2018

CalPERS Position: N/A

Defending American Security from Kremlin Aggression Act of 2018. The bill would require the President to, no later than 90 days after the date of enactment of the bill, prescribe regulations prohibiting U.S. persons from engaging in transactions with, providing financing for, or in any other way dealing with Russian governmental debt.

Action Taken: Monitoring

Status: 8/1/2018 — Referred to the Senate Foreign Relations Committee.

S. 3526 – Cruz, Ted (R-TX) Introduced:9/28/2018

CalPERS Position: N/A

Equal Treatment of Public Servants Act of 2018. *(Identical to H.R. 6933, summarized above)* The bill would replace the current Windfall Elimination Provision (WEP) formula of the Social Security Act with a new formula that will account for covered (by Social Security) and non-covered (by Social Security) employment throughout an individual's career. The bill would provide a less significant reduction of Social Security benefits to future retirees.

The bill also requires the Commissioner of Social Security to study and test the administrative feasibility of partnering with State and local pension systems to improve the collection and sharing of information relating to State and local non-covered pensions.

Action Taken: Monitoring.

Status: 9/28/2018 — Referred to the Senate Finance Committee.
